

ND RETIREMENT AND INVESTMENT OFFICE
Combined Balance Sheet
As of 11/30/2003

1/2/2004

	As of <u>11-30-03</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,432,331,740	\$ 1,293,274,762
INTERNATIONAL EQUITIES	642,018,719	560,765,217
DOMESTIC FIXED INCOME	1,185,785,125	1,136,499,399
INTERNATIONAL FIXED INCOME	114,993,869	110,380,109
REAL ESTATE POOL	182,687,592	168,299,583
VENTURE CAPITAL	109,869,059	103,782,691
INVESTED CASH (NOTE 1)	<u>72,008,342</u>	<u>80,246,521</u>
 TOTAL INVESTMENTS	 3,739,694,446	 3,453,248,282
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	13,781,941	14,239,321
CONTRIBUTIONS/ASSESSMENTS REC	5,049,887	6,260,471
MISCELLANEOUS RECEIVABLES	<u>609</u>	<u>43,806</u>
 TOTAL RECEIVABLES	 18,832,437	 20,543,598
 OTHER ASSETS		
OPERATING CASH (NOTE 2)	7,607,355	7,521,244
DUE FROM OTHER AGENCIES (NOTE 3)	114,686	54,660
FIXED ASSETS (NET) (NOTE 4)	<u>3,414</u>	<u>3,414</u>
 TOTAL ASSETS	 <u>\$ 3,766,252,338</u>	 <u>\$ 3,481,371,198</u>
 LIABILITIES:		
ACCOUNTS PAYABLE	2,163,700	2,220,333
ACCRUED EXPENSES	304,592	379,377
DUE TO OTHER AGENCIES (NOTE 5)	<u>114,686</u>	<u>54,660</u>
 TOTAL LIABILITIES	 2,582,978	 2,654,370
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,478,716,828	3,346,332,984
CASH IN DURING YEAR (NOTE 6)	117,217,298	264,797,201
CASH OUT DURING YEAR (NOTE 7)	111,597,137	288,420,000
NET INCREASE (DECREASE)	<u>279,332,371</u>	<u>156,006,643</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>3,763,669,360</u>	 <u>3,478,716,828</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 3,766,252,338</u>	 <u>\$ 3,481,371,198</u>

ND RETIREMENT AND INVESTMENT OFFICE
Combined Profit and Loss Statement
For the Month Ended 11/30/2003

	Month Ended <u>11-30-03</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 7,469,376	\$ 45,921,358
SECURITIES LENDING INCOME	<u>261,013</u>	<u>1,307,032</u>
	7,730,389	47,228,390
 GAIN ON SALE OF INVESTMENTS	 28,658,274	 170,915,616
LOSS ON SALE OF INVESTMENTS	<u>22,878,364</u>	<u>128,988,609</u>
 NET GAINS (LOSSES) INVESTMENTS	 5,779,910	 41,927,007
 INVESTMENT EXPENSES	 2,301,545	 4,847,370
SECURITIES LENDING EXPENSES	<u>208,371</u>	<u>1,017,384</u>
 NET INVESTMENT INCOME	 11,000,383	 83,290,643
 NET APPREC (DEPREC) MARKET VALUE	 30,282,740	 209,474,298
MISCELLANEOUS INCOME/(EXPENSE)	<u>23,906</u>	<u>86,804</u>
 TOTAL INVESTMENT INCOME	 41,307,029	 292,851,745
 CONTRIBUTIONS & ASSESSMENTS (NOTE 8)	 5,593,788	 17,977,934
PURCHASED SERVICE CREDIT (NOTE 9)	67,812	2,071,508
PENALTY & INTEREST (NOTE 10)	<u>(278)</u>	<u>(15)</u>
 TOTAL ADDITIONS	 <u>46,968,351</u>	 <u>312,901,172</u>
 DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 11)	6,431,667	32,055,122
REFUNDS TO MEMBER (NOTE 12)	<u>199,676</u>	<u>964,777</u>
 TOTAL BENEFITS PAID	 6,631,343	 33,019,899
 ADMINISTRATIVE EXPENSES		
SALARIES AND BENEFITS	70,236	344,646
OPERATING EXPENSES	18,296	204,256
EQUIPMENT	<u>0</u>	<u>0</u>
 TOTAL ADMINISTRATIVE EXPENSES	 <u>88,532</u>	 <u>548,902</u>
 TOTAL DEDUCTIONS	 <u>6,719,875</u>	 <u>33,568,801</u>
 NET INCREASE (DECREASE)	 <u>\$ 40,248,476</u>	 <u>\$ 279,332,371</u>

ND RETIREMENT AND INVESTMENT OFFICE
Notes to Combined Financial Statement
November 30, 2003

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Cash invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company or a money market demand account at the Bank of North Dakota.

NOTE 2 OPERATING CASH

Money market and checking accounts at the Bank of North Dakota and RIO's operating account at the State Treasurer's Office.

NOTE 3 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 FIXED ASSETS

Office furniture and equipment capitalized by RIO, shown net of depreciation. Depreciation is calculated straight-line, over five years.

NOTE 5 DUE TO OTHER AGENCIES

Amounts received from agencies in excess of amounts allocated for RIO administrative expenses.

NOTE 6 CASH IN DURING YEAR

Cash transferred into investment accounts at either The Northern Trust Company or the Bank of North Dakota during the current fiscal year.

NOTE 7 CASH OUT DURING YEAR

Cash transferred out of investment accounts at either The Northern Trust Company or the Bank of North Dakota during the current fiscal year.

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Notes to Combined Financial Statement
11/30/2003

NOTE 8 CONTRIBUTIONS & ASSESSMENTS

Assessments on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution and assessment of 15.5 percent that must be remitted monthly.

NOTE 9 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

NOTE 10 PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions and assessments.

NOTE 11 BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 12 REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.